10-33-P

DEPARTMENT OF COMMERCE

Bureau of Industry and Security

15 CFR Part 744

[Docket No. 220203-0039]

RIN 0694- AI70

Addition of Certain Entities to the Entity List; Correction

AGENCY: Bureau of Industry and Security, Commerce.

ACTION: Correcting amendments.

SUMMARY: The Bureau of Industry and Security (BIS) publishes these amendments to correct three errors contained in the revisions to the Entity List that were published in a final rule on February 14, 2022. That final rule amended the Export Administration Regulations (EAR) by revising the Entity List entry for "Huawei Cloud Brazil" (under Brazil) and by adding a new entry for "Huawei Technologies Co., Ltd." (under China, People's Republic of). However, the references to the foreign direct product provisions in the EAR that apply to these two entities were incorrect. This rule amends the entries for the two entities to include the correct references to these EAR provisions and also corrects a typographical error in one of these entries.

DATES: This rule is effective [INSERT DATE OF PUBLICATION IN THE FEDERAL REGISTER]. This rule is applicable as of February 14, 2022.

FOR FURTHER INFORMATION CONTACT: Chair, End-User Review Committee, Office of the Assistant Secretary for Export Administration, Bureau of Industry and Security, Department of Commerce, Phone: 202-482-5991; Email: ERC@bis.doc.gov.

SUPPLEMENTARY INFORMATION: The Entity List in supplement no. 4 to part 744 of the Export Administration Regulations (EAR) (15 CFR parts 730-774) identifies entities for which there is reasonable cause to believe, based on specific and articulable facts, that the entities have been involved, are involved, or pose a significant risk of being or becoming involved in activities contrary to the national security or foreign policy interests of the United States. The EAR impose additional license requirements on, and limit the availability of most license exceptions for, exports, reexports and transfers (in-country) to listed entities. These additional license requirements are referenced, together with other relevant EAR provisions, in the "License requirement" column for each entity. The license review policy for each listed entity is identified in the "License review policy" column for that entity on the Entity List, and the impact on the availability of license exceptions is described in the relevant *Federal Register* document adding the entities to the Entity List. BIS places entities on the Entity List pursuant to part 744 (Control Policy: End-User and End-Use Based) and part 746 (Embargoes and Other Special Controls) of the EAR.

The End-User Review Committee (ERC), composed of representatives of the Departments of Commerce (Chair), State, Defense, Energy and, where appropriate, the Treasury, makes all decisions regarding additions to, removals from, or other modifications to the Entity

List. The ERC makes all decisions to add an entry to the Entity List by majority vote and makes all decisions to remove or modify an entry by unanimous vote.

On February 14, 2022 (87 FR 8180), BIS published a final rule titled "Addition of Certain Entities to the Entity List," which amended the Entity List by, *inter alia*, revising the entry for "Huawei Cloud Brazil" (under Brazil) and adding a new entry for "Huawei Technologies Co., Ltd." (under China, People's Republic of). However, the references to certain EAR foreign direct product provisions that were identified in the "License requirement" column for each of these entities were incorrect. Specifically, the "License requirement" column for each of these entries incorrectly referenced § 736.2(b)(3)(vi) of the EAR, instead of § 734.9(e) of the EAR.

The references to § 734.9(e) of the EAR were added to a number of entities on the Entity List, replacing previous references to § 736.2(b)(3)(vi) of the EAR, by a final rule that BIS published in the *Federal Register* on February 3, 2022 (87 FR 6022). That final rule consolidated the foreign direct product (FDP) provisions in § 734.9 of the EAR. Prior to the publication of the February 3, 2022, final rule (hereinafter, the "FDP rule"), the FDP provisions of the EAR were found in § 736.2(b)(3) (General Prohibition 3) and footnote 1 to supplement no. 4 to part 744 (the Entity List). The FDP rule relocated the license requirement, license review policy, and license exception applicability provisions for certain listed entities from the Entity List's footnote 1 to § 744.11(a) of the EAR, where the overall license requirements pertaining to listed entities are located. In addition, the FDP rule moved the description of the product scope and end-user scope of the Entity List FDP requirements from the aforementioned footnote 1 to § 734.9 of the EAR, where the FDP provisions are now consolidated. However, the scope of the global amendatory instruction that made conforming changes to the Entity List table in supplement no. 4 to part 744 did not include the entry for "Huawei Cloud Brazil" (under Brazil).

As a result, the reference to § 736.2(b)(3), in the "License requirement" column for this entity was not removed and replaced with a reference to § 734.9(e) as should have been the case.

Although the February 14, 2022, Entity List rule included a revision of the entry for "Huawei Cloud Brazil" (under Brazil), the rule inadvertently failed to change the reference in the "License requirement" column for this entity from § 736.2(b)(3) to § 734.9(e). Furthermore, the addition of a new entry for "Huawei Technologies Co., Ltd." (under China, People's Republic of) to the Entity List, also incorrectly referenced § 736.2(b)(3), instead of § 734.9(e), in the "License requirement" column for the entity.

These correcting amendments revise the "License requirement" column in each of the aforementioned Entity List entries to correctly reference § 734.9(e), instead of § 736.2(b)(3). These amendments also correct a typographical error, in the "License requirement" column for "Huawei Technologies Co., Ltd." (under China, People's Republic of), by revising the phrase "except for" to read "EXCEPT² for", consistent with the application of Entity List footnote 2 to this entity (i.e., with respect to the provision of ongoing security research critical to maintaining the integrity and reliability of an existing and currently fully operational 'third party' network and equipment providing services to the 'third party's' customers – in this instance, the term 'third party' refers to a party that is not Huawei, one of its listed non-U.S. affiliates, or the exporter, reexporter, or transferor, but rather an organization such as a telecommunications service provider).

List of Subjects in 15 CFR Part 744

Exports, Reporting and recordkeeping requirements, Terrorism.

For the reasons stated in the preamble, part 744 of the Export Administration Regulations (15 CFR parts 730-774) is corrected by making the following correcting amendments:

PART 744 - [AMENDED]

1. The authority citation for 15 CFR part 744 continues to read as follows:

Authority: 50 U.S.C. 4801-4852; 50 U.S.C. 4601 et seq.; 50 U.S.C. 1701 et seq.; 22 U.S.C. 3201 et seq.; 42 U.S.C. 2139a; 22 U.S.C. 7201 et seq.; 22 U.S.C. 7210; E.O. 12058, 43 FR 20947, 3 CFR, 1978 Comp., p. 179; E.O. 12851, 58 FR 33181, 3 CFR, 1993 Comp., p. 608; E.O. 12938, 59 FR 59099, 3 CFR, 1994 Comp., p. 950; E.O. 13026, 61 FR 58767, 3 CFR, 1996 Comp., p. 228; E.O. 13099, 63 FR 45167, 3 CFR, 1998 Comp., p. 208; E.O. 13222, 66 FR 44025, 3 CFR, 2001 Comp., p. 783; E.O. 13224, 66 FR 49079, 3 CFR, 2001 Comp., p. 786; Notice of September 15, 2021, 86 FR 52069 (September 17, 2021); Notice of November 10, 2021, 86 FR 62891 (November 12, 2021).

- 2. Supplement no. 4 to part 744 is amended:
 - a. Under BRAZIL by revising the entry for "Huawei Cloud Brazil"; and
- b. Under CHINA, PEOPLE'S REPUBLIC OF by revising the entry for "Huawei Technologies Co., Ltd.".

The revisions read as follows:

Supplement No. 4 to Part 744—Entity List

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Country	Entity	License requirement	License review policy	FEDERAL REGISTER citation
	*	* * * * * *		

BRAZIL	Huawei Cloud Brazil, Sao Paulo, Brazil.	For all items subject to the EAR, see §§ 734.9(e),¹ and 744.11 of the EAR, EXCEPT² for technology subject to the EAR that is designated as EAR99, or controlled on the Commerce Control List for anti-terrorism reasons only, when released to members of a "standards organization" (see §772.1) for the purpose of contributing to the revision or development of a "standard" (see §772.1). * * * * * * * * * * * * * * * * * * *	Presumption of denial.	85 FR 51603, 8/20/20. 87 FR 8182, 2/14/22. 87 FR [INSERT FR PAGE NUMBER AND DATE OF PUBLICATION IN THE FEDERAL REGISTER].
CHINA,	* * * * * *			
PEOPLE'S REPUBLIC OF	Huawei Technologies Co., Ltd., a.k.a., the following two aliases: -Shenzhen Huawei Technologies; and -Huawei Technology, and to include the following addresses and the following 22 affiliated entities: Addresses for Huawei Technologies Co., Ltd.: Bantian Huawei Base, Longgang District, Shenzhen, 518129, China; and No. 1899 Xi Yuan Road, High-Tech West District, Chengdu, 611731; and C1, Wuhan Future City, No. 999 Gaoxin Ave., Wuhan, Hebei Province; and Banxuegang Industrial Park, Buji Longgang, Shenzhen, Guangdong, 518129, China; and R&D Center, No. 2222, Golden Bridge Road, Pu Dong District, Shanghai, China; and Zone G, Huawei Base, Bantian, Longgang District, Shenzhen, China; and Tsim Sha Tsui, Kowloon, Hong Kong. Affiliated entities: Beijing Huawei Longshine Information Technology Co., Ltd., a.k.a., the following one alias: -Beijing Huawei Longshine, to include the following subordinate. Q80-3-25R, 3rd Floor, No. 3, Shangdi Information Road, Haidian District, Beijing, China. Hangzhou New Longshine Information Technology Co., Ltd.,	EAR, see §§ 734.9(e),¹ and 744.11 of the EAR, EXCEPT² for technology subject to the EAR that is designated as EAR99, or controlled on the Commerce Control List for anti-terrorism reasons only, when released to members of a	denial. Î	84 FR 22963, 5/21/19. 84 FR 43495, 8/21/19. 85 FR 29853, 5/19/20. 85 FR 36720, 6/18/20. 85 FR 51603, 8/20/20. 87 FR 8182, 2/14/22. 87 FR [INSERT FR PAGE NUMBER AND DATE OF PUBLICATION IN THE FEDERAL REGISTER].

Room 605, No. 21, Xinba, Xiachang District, Hangzhou, China. Hangzhou Huawei Communication Technology Co., Ltd.,Building 1, No. 410, Jianghong Road, Changhe Street, Binjiang District, Hangzhou, Zhejiang, China. Hangzhou Huawei Enterprises, No. 410 Jianghong Road, Building 1, Hangzhou, China. Huawei Digital Technologies (Suzhou) Co., Ltd., No. 328 XINHU STREET, Building A3, Suzhou (Huawei R&D Center, Building A3, Creative Industrial Park, No. 328, Xinghu Street, Suzhou), Suzhou, Jiangsu, China. Huawei Marine Networks Co., <u>Ltd.</u>, a.k.a., the following four aliases: -Huawei Marine; -HMN Technologies; -Huahai Zhihui Technology Co., Ltd.,; and -HMN Tech. Building R4, No. 2 City Avenue, Songshan Lake Science & Tech Industry Park, Dongguan, 523808, and No. 62, Second Ave., 5/F-6/F, TEDA, MSD-B2 Area, Tianjin Economic and Technological Development Zone, Tianjin, 300457, China. Huawei Mobile Technology Ltd., Huawei Base, Building 2, District B, Shenzhen, China. Huawei Tech. Investment Co., U1 Building, No. 1899 Xiyuan Avenue, West Gaoxin District, Chengdu City, 611731, China. Huawei Technology Co., Ltd. Chengdu Research Institute, No. 1899, Xiyuan Ave., Hi-Tech Western District, Chengdu, Sichuan Province, 610041, China. Huawei Technology Co., Ltd. Hangzhou Research Institute, No. 410, Jianghong Rd., Building 4, Changhe St., Binjiang District, Hangzhou, Zhejiang Province, 310007, China. Huawei Technologies Co., Ltd. Beijing Research Institute, No. 3, Xinxi Rd., Huawei Building, ShangDi Information

Industrial Base, Haidian District, Beijing, 100095, China; and No. 18, Muhe Rd., Building 1-4, Haidian District, Beijing, China. Huawei Technologies Co., Ltd. Material Characterization Lab, Huawei Base, Bantian, Shenzhen 518129, China. Huawei Technologies Co., Ltd. Xi'an Research Institute, National Development Bank Building (Zhicheng Building), No. 2, Gaoxin 1st Road, Xi'an High-tech Zone, Xi'an, China. Huawei Terminal (Shenzhen) Co., Ltd., Huawei Base, B1, Shenzhen, China. Nanchang Huawei Communication Technology, No. 188 Huoju Street, F10-11, Nanchang, China. Ningbo Huawei Computer & Net Co., Ltd., No. 48 Daliang Street, Ningbo, China. Shanghai Huawei Technologies Co., Ltd., R&D center, No. 2222, Golden Bridge Road, Pu Dong District, Shanghai, 286305 Shanghai, China, China. Shenzhen Huawei Anjiexin Electricity Co., Ltd., a.k.a., the following one alias: -Shenzhen Huawei Agisson Electric Co., Ltd. Building 2, Area B, Putian Huawei Base, Longgang District, Shenzhen, China; and Huawei Base, Building 2, District B, Shenzhen, China. Shenzhen Huawei New Technology Co., Ltd., Huawei Production Center, Gangtou Village, Buji Town, Longgang District, Shenzhen, China. Shenzhen Huawei Technology Service, Huawei Base, Building 2, District B, Shenzhen, China. Shenzhen Huawei Technologies Software, Huawei Base, Building 2, District B, Shenzhen, China.

Zhejiang Huawei Communications Technology Co., Ltd., No. 360 Jiangshu Road, Building	
5, Hangzhou, Zhejiang, China.	
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¹ For this entity, see § 734.9(e) of the EAR for foreign-produced items that are subject to the EAR and § 744.11 of the EAR for related license requirements, license review policy, and applicable license exceptions.

²Cybersecurity research and vulnerability disclosure. The following exports, reexports, and transfers (in-country) to Huawei Technologies Co., Ltd. (Huawei) and its non-U.S. affiliates on the Entity List for cybersecurity research and vulnerability disclosure subject to other provisions of the EAR are excluded from the Entity List license requirements: when the disclosure to Huawei and/or to its listed non-U.S. affiliates is limited to information regarding security vulnerabilities in items owned, possessed, or controlled by Huawei or any of its non-U.S. affiliates when related to the process of providing ongoing security research critical to maintaining the integrity and reliability of existing and currently 'fully operational network' and equipment. A 'fully operational network' refers to a 'third party' network providing services to the 'third party's' customers. The term 'third party' refers to a party that is not Huawei, one of its listed non-U.S. affiliates, or the exporter, reexporter, or transferor, but rather an organization such as a telecommunications service provider.

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Thea D. Rozman Kendler

Assistant Secretary

for Export Administration

[FR Doc. 2022-07643 Filed: 4/8/2022 8:45 am; Publication Date: 4/11/2022]